# S. 1481

### IN THE HOUSE OF REPRESENTATIVES

 $\begin{array}{c} {\rm JULY~27,~2005} \\ {\rm Referred~to~the~Committee~on~Resources} \end{array}$ 

## AN ACT

To amend the Indian Land Consolidation Act to provide for probate reform.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Indian Land Probate
- 5 Reform Technical Corrections Act of 2005".

1	SEC. 2. PARTITION OF HIGHLY FRACTIONATED INDIAN
2	LAND.
3	Section 205 of the Indian Land Consolidation Act
4	(25 U.S.C. 2204) is amended—
5	(1) by striking subsection (a) and inserting the
6	following:
7	"(a) Purchase of Land.—
8	"(1) In general.—Subject to subsection (b),
9	any Indian tribe may purchase, at not less than fair
10	market value and with the consent of the owners of
11	the interests, part or all of the interests in—
12	"(A) any tract of trust or restricted land
13	within the boundaries of the reservation of the
14	tribe; or
15	"(B) land that is otherwise subject to the
16	jurisdiction of the tribe.
17	"(2) Required consent.—
18	"(A) IN GENERAL.—The Indian tribe may
19	purchase all interests in a tract described in
20	paragraph (1) with the consent of the owners of
21	undivided interests equal to at least 50 percent
22	of the undivided interest in the tract.
23	"(B) Interest owned by tribe.—Inter-
24	ests owned by an Indian tribe in a tract may
25	be included in the computation of the percent-
26	age of ownership of the undivided interests in

1	that tract for purposes of determining whether
2	the consent requirement under subparagraph
3	(A) has been met.";
4	(2) by redesignating subsection (d) as sub-
5	section (c); and
6	(3) in subsection (c) (as redesignated by para-
7	graph (2))—
8	(A) in paragraph (2)—
9	(i) in subparagraph (G)(ii)(I), by
10	striking "a higher valuation of the land"
11	and inserting "a value of the land that is
12	equal to or greater than that of the earlier
13	appraisal"; and
14	(ii) in subparagraph (I)(iii)—
15	(I) in subclause (III), by insert-
16	ing "(if any)" after "this section";
17	and
18	(II) in subclause (IV)—
19	(aa) in item (aa), by striking
20	"less" and inserting "more"; and
21	(bb) in item (bb), by strik-
22	ing "to implement this section"
23	and inserting "under paragraph
24	(5)"; and

1	(B) in paragraph (5), in the second sen-
2	tence, by striking "shall" and inserting "may".
3	SEC. 3. TRIBAL PROBATE CODES.
4	Section 206 of the Indian Land Consolidation Act
5	(25 U.S.C. 2205) is amended—
6	(1) in subsection (b)(3), by striking subpara-
7	graph (A) and inserting the following:
8	"(A) the date that is 1 year after the date
9	on which the Secretary makes the certification
10	required under section 8(a)(4) of the American
11	Indian Probate Reform Act of 2004 (25 U.S.C.
12	2201 note; Public Law 108–374); or"; and
13	(2) in subsection (c)—
14	(A) in paragraph (1)(A), by striking "sec-
15	tion" and all that follows through "the Indian
16	tribe" and inserting "section 207(b)(2)(A)(ii),
17	the Indian tribe"; and
18	(B) in paragraph $(2)(A)(i)(II)(bb)$ , by in-
19	serting "in writing" after "agrees".
20	SEC. 4. DESCENT AND DISTRIBUTION.
21	(a) In General.—Section 207 of the Indian Land
22	Consolidation Act (25 U.S.C. 2206) is amended—
23	(1) by redesignating subsections (h) through (p)
24	as subsections (g) through (o), respectively;

1	(2) in subsection (g) (as redesignated by para-
2	graph (1))—
3	(A) in paragraph (2)—
4	(i) by inserting "specifically" after
5	"pertains"; and
6	(ii) by striking subparagraph (B) and
7	inserting the following:
8	"(B) the allotted land (or any interest re-
9	lating to such land) of 1 or more specific Indian
10	tribes expressly identified in Federal law, in-
11	cluding any of the Federal laws governing the
12	probate or determination of heirs associated
13	with, or otherwise relating to, the land, interest
14	in land, or other interests or assets that are
15	owned by individuals in—
16	"(i) Five Civilized Tribes restricted
17	fee status; or
18	"(ii) Osage Tribe restricted fee sta-
19	tus."; and
20	(B) by adding at the end the following:
21	"(3) Effect of subsection.—Except to the
22	extent that this Act otherwise affects the application
23	of a Federal law described in paragraph (2), nothing
24	in this subsection limits the application of this Act

1	to trust or restricted land, interests in such land, or
2	any other trust or restricted interests or assets.";
3	(3) in subsection (h) (as redesignated by para-
4	graph (1))—
5	(A) in paragraph (6), by striking "(25
6	U.S.C. 2205)"; and
7	(B) in paragraph (7), by inserting "in
8	trust or restricted status" after "testator";
9	(4) in subsection (j) (as redesignated by para-
10	graph (1))—
11	(A) in paragraph $(2)(A)$ —
12	(i) in clause (ii)(I), by striking "the
13	date of enactment of this subparagraph'
14	and inserting "the date that is 1 year after
15	the date on which the Secretary publishes
16	a notice of certification under section
17	8(a)(4) of the American Indian Probate
18	Reform Act of 2004 (25 U.S.C. 2201 note
19	Public Law 108–374)"; and
20	(ii) in clause (iii), by striking "the
21	provisions of section 207(a)(2)(A)" and in-
22	serting "subsection (a)(2)(A)";
23	(B) in paragraph (8)(D), by striking "the
24	provisions of section 207(a)(2)(D) (25 U.S.C

1	2206(a)(2)(D)" and inserting "subsection
2	(a)(2)(D)"; and
3	(C) in paragraph (9)(C)—
4	(i) by striking "section 207(e) (25
5	U.S.C. 2206(e))" and inserting "sub-
6	section (e)"; and
7	(ii) by striking "section 207(p) (25
8	U.S.C. 2206(p))" and inserting "sub-
9	section (o)"; and
10	(5) in subsection (o) (as redesignated by para-
11	graph (1))—
12	(A) in paragraph (2)—
13	(i) in the matter preceding subpara-
14	graph (A), by striking "section
15	207(a)(2)(A) or (D)" and inserting "sub-
16	paragraph (A) or (D) of subsection
17	(a)(2)"; and
18	(ii) in subparagraph (A), by striking
19	"section 207(b)(1)(A)" and inserting "sub-
20	section $(b)(1)(A)$ ";
21	(B) in paragraph (3)(B), by striking "sec-
22	tion 207(a)(2)(A) or (D)" and inserting "sub-
23	paragraph (A) or (D) of subsection (a)(2)"; and
24	(C) in paragraph (6)—

1	(i) in the first sentence, by striking
2	"Proceeds" and inserting the following:
3	"(A) IN GENERAL.—Proceeds"; and
4	(ii) by striking the second sentence
5	and inserting the following:
6	"(B) Holding in trust.—Proceeds de-
7	scribed in subparagraph (A) shall be deposited
8	and held in an account as trust personalty if
9	the interest sold would otherwise pass to—
10	"(i) the heir, by intestate succession
11	under subsection (a); or
12	"(ii) the devisee in trust or restricted
13	status under subsection (b)(1).".
14	(b) Nontestamentary Disposition.—Section
15	207(a)(2)(D)(iv)(I)(aa) of the Indian Land Consolidation
16	Act (25 U.S.C. 2206(a)(2)(D)(iv)(I)(aa)) is amended—
17	(1) by striking "clause (iii)" and inserting "this
18	subparagraph"; and
19	(2) in subitem (BB), by striking "any co-
20	owner" and inserting "not more than 1 co-owner".
21	(c) Joint Tenancy; Right of Survivorship.—
22	Section 207(c) of the Indian Land Consolidation Act (25
23	U.S.C. 2206(c)) is amended by striking the subsection
24	heading and inserting the following:

- 1 "(c) Joint Tenancy; Right of Survivor-
- 2 SHIP.—".
- 3 (d) Estate Planning Assistance.—Section
- 4 207(f)(3) of the Indian Land Consolidation Act (25
- 5 U.S.C. 2206(f)(3)) is amended in the matter preceding
- 6 subparagraph (A) by inserting ", including noncompetitive
- 7 grants," after "grants".
- 8 SEC. 5. FRACTIONAL INTEREST ACQUISITION PROGRAM.
- 9 Section 213 of the Indian Land Consolidation Act
- 10 (25 U.S.C. 2212) is amended—
- 11 (1) by striking the section heading and insert-
- ing the following:
- 13 "SEC. 213. FRACTIONAL INTEREST ACQUISITION PRO-
- 14 **GRAM.**";
- 15 and
- 16 (2) in subsection (a)(1), by striking "(25)
- 17 U.S.C. 2206(p))".
- 18 SEC. 6. ESTABLISHING FAIR MARKET VALUE.
- 19 Section 215 of the Indian Land Consolidation Act
- 20 (25 U.S.C. 2214) is amended by striking the last sentence
- 21 and inserting the following: "Such a system may govern
- 22 the amounts offered for the purchase of interests in trust
- 23 or restricted land under this Act.".

#### 1 SEC. 7. LAND OWNERSHIP INFORMATION.

- 2 Section 217(e) of the Indian Land Consolidation Act
- 3 (25 U.S.C. 2216(e)) is amended by striking "be made
- 4 available to" and inserting "be made available to—".
- 5 SEC. 8. CONFORMING AMENDMENTS.
- 6 (a) Probate Reform.—The American Indian Pro-
- 7 bate Reform Act of 2004 (25 U.S.C. 2201 note; Public
- 8 Law 108–374) is amended—
- 9 (1) in section 4, by striking "(as amended by
- section 6(a)(2)"; and
- 11 (2) in section 9, by striking "section
- 12 205(d)(2)(I)(i)" and inserting "section
- 13 205(c)(2)(I)(i) of the Indian Land Consolidation Act
- 14 (25 U.S.C. 2204(e)(2)(I)(i))".
- 15 (b) Transfer and Exchange of Land.—Section
- 16 4 of the Act of June 18, 1934 (25 U.S.C. 464) is amended
- 17 to read as follows:
- 18 "SEC. 4. TRANSFER AND EXCHANGE OF RESTRICTED IN-
- 19 DIAN LAND AND SHARES OF INDIAN TRIBES
- 20 AND CORPORATIONS.
- 21 "(a) APPROVAL.—Except as provided in this section,
- 22 no sale, devise, gift, exchange, or other transfer of re-
- 23 stricted Indian land or shares in the assets of an Indian
- 24 tribe or corporation organized under this Act shall be
- 25 made or approved.
- 26 "(b) Transfer to Indian Tribe.—

1 "(1) IN GENERAL.—Land or shares described 2 in subsection (a) may be sold, devised, or otherwise 3 transferred to the Indian tribe on the reservation of 4 which the land is located, or in the corporation of 5 which the shares are held or were derived (or a suc-6 cessor of such a corporation), with the approval of 7 the Secretary of the Interior. "(2) DESCENT AND DEVISE.—Land and shares 8

- transferred under paragraph (1) shall descend or be devised to any member of the Indian tribe or corporation (or an heir of such a member) in accordance with the Indian Land Consolidation Act (25 U.S.C. 2201 et seq.), including a tribal probate code approved under that Act (including regulations).
- "(c) VOLUNTARY EXCHANGES.—The Secretary of the Interior may authorize a voluntary exchange of land or shares described in subsection (a) that the Secretary determines to be of equal value if the Secretary determines that the exchange is—
- 20 "(1) expedient;

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- 21 "(2) beneficial for, or compatible with, achiev-22 ing proper consolidation of Indian land; and
- 23 "(3) for the benefit of cooperative organiza-24 tions.".

### 1 SEC. 9. EFFECTIVE DATE.

- 2 The amendments made by this Act shall be effective
- 3 as if included in the American Indian Probate Reform Act
- 4 of 2004 (25 U.S.C. 2201 note; Public Law 108–374).

Passed the Senate July 26, 2005.

Attest: EMILY J. REYNOLDS,

Secretary.